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**Temporary  
Annuity**  
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*California  
Public Employees'  
Retirement System*



## Temporary Annuity

Temporary annuity is an additional monthly income you may choose to augment your pension from CalPERS. This additional benefit may enable you to coordinate your CalPERS benefits with other income you may receive, for example, from deferred compensation or Social Security, and allow you to retire earlier.

The benefit is payable from your retirement date to a specific age that you select — 59½ or any whole age from 60 to 68. You can also specify the dollar amount you wish to receive, within certain limitations. **Note: This benefit is not free.** Your CalPERS **monthly lifetime retirement allowance** is reduced to pay for your temporary annuity.

### Am I Eligible?

To be eligible for temporary annuity, you must be retiring with a service retirement. You are not eligible for temporary annuity if you retire for disability.

### How Does It Work?

Your lifetime retirement allowance is reduced for each dollar of temporary annuity you receive.

A table and examples with estimates of the amounts that will be subtracted from the allowance (for those who became CalPERS members **prior to July 1, 1982**) are shown on the next page. The amounts listed in this table are based on \$100 of temporary annuity. Only whole years are shown, but you should be aware that the cost decreases for each quarter year of your age.

Because the monthly lifetime allowance reductions for those who became CalPERS members **on or after July 1, 1982** differ based on your employer, the benefit reduction cannot be shown in a simplified chart. For an estimate of the reduction amount that would apply to you, complete the *CalPERS Retirement Allowance Estimate Request* form at the back of this booklet and mail it to CalPERS.



#### **Angled Unicorn**

*Acanthina spirata*

Common throughout much of California, the angled unicorn is a predator of barnacles. The shell appears turreted because of the sharp angle at the "shoulder" of each whorl.

## How Temporary Annuity Works

For individuals who became CalPERS members prior to July 1, 1982.

### Cost Per \$100 of Temporary Annuity Amounts

Age at Retirement		Termination Age									
		59 <sup>1/2</sup>	60	61	62	63	64	65	66	67	68
	50	\$52.62	\$54.60	\$58.42	\$62.01	\$65.38	\$68.55	\$71.54	\$74.34	\$76.97	\$79.45
	51	48.90	51.03	55.13	58.99	62.61	66.01	69.22	72.23	75.06	77.72
	52	44.85	47.14	51.55	55.69	59.58	63.24	66.68	69.91	72.95	75.81
	53	40.44	42.91	47.64	52.09	56.28	60.21	63.91	67.39	70.66	73.73
	54	35.64	38.29	43.38	48.17	52.67	56.90	60.88	64.62	68.13	71.44
	55	30.40	33.26	38.74	43.89	48.73	53.28	57.56	61.59	65.37	68.93
	56	24.68	27.76	33.66	39.20	44.42	49.32	53.93	58.26	62.33	66.16
	57	18.44	21.75	28.10	34.08	39.69	44.97	49.93	54.60	58.99	63.11
	58	11.62	15.19	22.03	28.47	34.52	40.21	45.56	50.58	55.31	59.75
	59	4.09	8.01	15.39	22.33	28.85	34.98	40.75	46.17	51.26	56.05
	60			8.12	15.61	22.64	29.26	35.48	41.32	46.82	51.99
	61				8.24	15.84	22.98	29.69	36.00	41.94	47.51
	62					8.37	16.09	23.34	30.16	36.57	42.59
	63						8.51	16.35	23.73	30.66	37.18
	64							8.66	16.65	24.15	31.21
	65								8.83	16.96	24.61
	66									9.01	17.31
	67										9.20

### Examples

#### 1. Age at Retirement: 56

**Temporary Annuity Termination  
Age Designated: 59<sup>1/2</sup> (minimum)**

**Monthly Temporary Annuity  
Specified: \$500**

**Cost of Temporary Annuity:  
\$24.68 x 5 = \$123.40**

Your monthly **lifetime** allowance would be reduced by \$123.40, and for three and one-half years you would receive an additional monthly temporary annuity of \$500.

#### 2. Age at Retirement: 56

**Temporary Annuity Termination  
Age Designated: 63**

**Monthly Temporary Annuity  
Specified: \$500**

**Cost of Temporary Annuity:  
\$44.42 x 5 = \$222.10**

Your monthly **lifetime** allowance would be reduced by \$222.10, and for seven years you would receive an additional monthly temporary annuity of \$500.

#### 3. Age at Retirement: 56

**Temporary Annuity Termination  
Age Designated: 68**

**Monthly Temporary Annuity  
Specified: \$500**

**Cost of Temporary Annuity:  
\$66.16 x 5 = \$330.80**

Your monthly **lifetime** allowance would be reduced by \$330.80, and for 12 years you would receive an additional monthly temporary annuity of \$500.

## Temporary Annuity

### What If I Die Before My Temporary Annuity Benefit Ends?

If you die before your temporary annuity ends, the remaining payments will be paid in a lump sum to your eligible beneficiaries.

### Can Temporary Annuity Affect My Beneficiaries in Other Ways?

Since you will be reducing your **monthly lifetime allowance** in order to receive a temporary annuity, you will also be reducing the monthly lifetime allowance available to a beneficiary.

Temporary annuity will not affect Survivor Continuance (if your retirement includes this benefit). Survivor Continuance will still be based on your retirement allowance before any reduction for temporary annuity. If you are not sure if Survivor Continuance applies to you, contact your nearest CalPERS Regional Office or your Personnel Office.

### What About My Income Taxes?

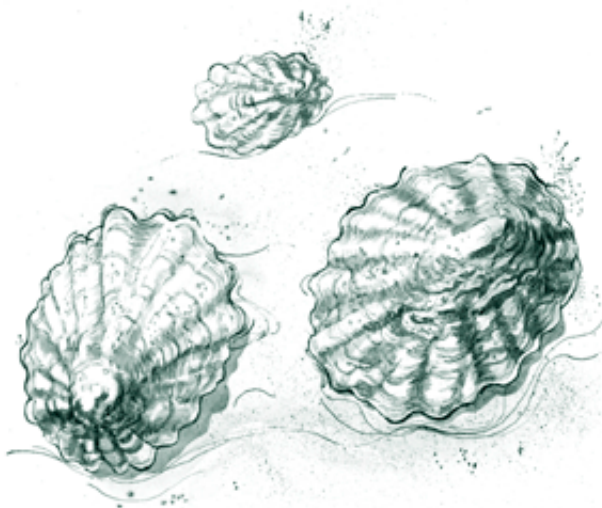
The Internal Revenue Service, the Franchise Tax Board, or your tax advisor can advise you on how a temporary annuity would affect your income tax.

### Can I Receive an Estimate for Temporary Annuity?

You can request an estimate of your retirement allowance, including a temporary annuity, by completing the *CalPERS Retirement Allowance Estimate Request* form at the back of this booklet and mailing it to CalPERS.

### How Do I Apply for a Temporary Annuity?

You must complete a *Service Retirement Election Application* in the **Stepping Into Retirement . . . A Guide to Completing Your Service Retirement Election Application** package (PERS-PUB-43). Complete the section where you will show whether you want to receive a temporary annuity, to what age, and the amount of temporary annuity desired. Send the form to CalPERS no more than three months before your retirement date.



**Ribbed limpet**  
*Collisella scabra*

Is most commonly seen on the tops of rocks that are relatively bare. Large specimens are about 2.5 cm long. *Collisella scabra* wanders freely at night and when its habitat is submerged. As the tide recedes it will return to "home base," which is typically located in a noticeable depression on the surface of a rock.

## Temporary Annuity

### Other Important Information

- Your unmodified retirement allowance may not be reduced by more than one-half to pay for a temporary annuity.
- Your unmodified retirement allowance may not be reduced by an amount greater than the portion of your allowance that is derived from the contributions of your employer. CalPERS will notify you if this is your situation.
- The temporary annuity will be combined in one check with your reduced lifetime allowance until the temporary annuity ends.

Any cost-of-living adjustments will apply to both the reduced lifetime allowance portion and the temporary annuity portion. When the temporary annuity ends, any cost-of-living adjustments that had been applied to it will also end.

- Your final temporary annuity payment will be included in your monthly allowance issued at the **beginning** of your birth month. For example, if your birthday is June 28, your temporary annuity will end with your June 1 payment.

### For More Information

If you have questions or need further information about a temporary annuity, please contact your nearest CalPERS Regional Office.

#### CalPERS Member Services Division

P.O. Box 942717

Sacramento, CA 94229-2717

(800) 352-2238

(916) 326-3240 – Telecommunications Device  
for the Deaf

(916) 231-7878 — FAX

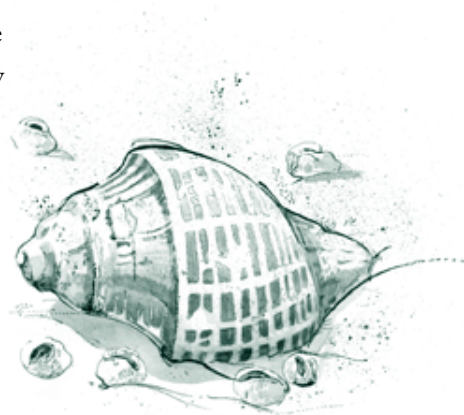
#### CalPERS Regional Offices

Refer to ***Do You Have The Right Number?***

(PERS-PUB-19) for a directory of CalPERS Regional Office locations. (Addresses are also available on the CalPERS On-Line web site.)

#### CalPERS On-Line

[www.calpers.ca.gov](http://www.calpers.ca.gov)



While reading this material, remember that we are governed by the California Public Employees' Retirement Law. The statements in this booklet are general. The Retirement Law is complex and subject to change. If there is a conflict between the law and this booklet, any decisions will be based on the law and not this booklet.



## CalPERS Retirement Allowance Estimate Request

The purpose of this form is to request an estimate of potential future benefit amounts that will assist you with your financial planning. **This form is not an application for retirement.**

### Part 1 - Member Information (please print)

Name	Social Security Number	Date of Birth	
Mailing Address	City	State	ZIP
Home Phone	Work Phone		

### Part 2 - Estimate Information

Employer	Projected Retirement Date
<b>Type of Estimate for Retirement Allowance</b> <input type="checkbox"/> Service <input type="checkbox"/> Disability <input type="checkbox"/> Industrial Disability	

### Part 3 - Survivor Continuance Information

- A. Will you have been married at least one year prior to your tentative retirement date?   ☐ Yes   ☐ No
- B. Do you have any unmarried children who are under age 18 or disabled?   ☐ Yes   ☐ No
- C. Are either or both of your parents dependent on you for at least 1/2 of their support?   ☐ Yes   ☐ No

### Part 4 - Beneficiary Information

Relationship	Date of Birth
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### Part 5 - Other Option Types Available (Option 4)

CalPERS will provide you an estimate for the standard options. If these do not meet your needs, you may request ONE of the approved Option 4 types listed below.

- ☐ Option 2W & Option 1 combined
- ☐ Option 3W & Option 1 combined
- ☐ Multiple Lifetime Beneficiaries: (birthdates) \_\_\_\_\_
- ☐ Reduced Allowance for Fixed Period of Time: \$ \_\_\_\_\_ .00 or \_\_\_\_\_ %; Duration: \_\_\_\_\_
- ☐ Specific % to Beneficiary: \_\_\_\_\_ %
- ☐ Specific \$ Amount to Beneficiary: \$ \_\_\_\_\_ .00

### Part 6 - Temporary Annuity

**To request a temporary annuity estimate, complete the information below:**

Desired Age for Temporary Annuity to Stop (59½ or whole age 60 to 68): \_\_\_\_\_ Amount: \$ \_\_\_\_\_ .00

### Part 7 - Other California Public Retirement Systems

**Are you a member of another public retirement system other than Social Security or military?**   ☐ Yes   ☐ No

If Yes, Name of System: \_\_\_\_\_ Estimated Final Compensation Amount: \$ \_\_\_\_\_ .00



*California Public Employees'*

*Retirement System*

*400 P Street*

*Sacramento • CA 95814*

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